

STATE INSURANCE & RISK MANAGEMENT BOARD
Minutes of Meeting No. 305
December 9, 2014
10:00 A.M.

The Three Hundred Fifth meeting of the State Insurance and Risk Management Board was held on Tuesday, December 9, 2014 via a teleconference call.

Acting Chairperson Savitsky presided.

The following members were in attendance:

State Insurance & Risk Management Board

Ms. Linda R. Savitsky, Acting Chairperson
Mr. Robert J. Broomall
Mr. George A. Dagon, Jr.
Ms. Susan M. Donatelli
Mr. Stephen Fontana
Mr. Daniel J. Friedman
Mr. Patrick Mahon
Mr. Michael T. McCormack
Ms. Martha Carlson, Deputy Comptroller

Mr. Seth T. Mahler, Vice Chairperson was unable to attend.
Ms. Marjorie F.B. Lemmon was unable to attend.
Mr. Wallace J. Irish was unable to attend.

Department of Administrative Services/Insurance and Risk Management Board

Ms. Daria J. Cirish, Risk Manager
Ms. Eileen G. McNeil

Office of the Agent of Record

Mr. Fred Tanguay, Senior Vice President
Ms. Doreen Lessard

Approved
March 10, 2015
Linda R. Savitsky

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1. Approval of the Minutes of Meeting No. 304 held on September 9, 2014 (Exhibit 1)

A motion was made by Mr. Fontana, seconded by Mr. McCormack and unanimously

VOTED: To approve the minutes of Meeting No. 304 held on September 9, 2014.

2. Reconciliation of and Review of Premium Payments, Informal Bids Processed by the Board since the Last Approval (Exhibit 2)

Mr. Tanguay reviewed the spreadsheet comparing Budget versus Actual numbers for F.Y. 2014/15. He advised that premiums are coming in within budget, but there are some large unexpected Fleet claims due to settle this fiscal year that may result in a deficiency appropriation.

A motion was made by Mr. Mahon seconded by Ms. Donatelli and unanimously

VOTED: To approve the premium, deductible payments and informal bids processed by the Board since the last Board meeting totaling \$5,193,125.47.

3. Votes

- A) UConn – Basketball/Hockey X.L. Center and Webster Arena (Confirming) (Exhibit 3A)

Mr. Tanguay explained that UConn has had a lease with the X.L. Center in Hartford, and now has a lease with Webster Arena in Bridgeport for UConn basketball and hockey games. As part of the lease agreements the State must provide C.G.L. coverage. The premium is based on the anticipated attendance.

Mr. Tanguay stated that UConn pays the premium for this policy and they advised the Board to bind coverage with National Casualty Insurance Company.

A motion was made by Mr. McCormack, seconded by Mr. Fontana and unanimously

VOTED: To confirm coverage be placed as outlined in Exhibit 3A for a total premium of \$70,092.

Mr. Fontana asked if the policy dates could be changed to coincide with the Board meetings so as to avoid a confirming vote. Mr. Tanguay will look into the possibility of changing the policy date.

3. B) Casualty Policy (Exhibit 3B)

Mr. Tanguay reviewed the exhibit explaining that this policy covers approximately 12,000 vehicles, 4,300 miles of State-owned and maintained roads and highways and other specialized exposures as outlined in Exhibit 3B. He reviewed the proposals noting that he looked into lowering the self-insured retention from \$4 million to \$2 million. The additional premium cost would be approximately \$2 million to \$2.5 million.

He also reviewed the loss history for the past 10 years and noted that approximately 60% of the Board's budget goes to claim payments.

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3. B) Casualty Policy (Cont.)

After some discussion, a motion was made by Mr. Fontana, seconded by Ms. Donatelli and unanimously

VOTED: To place coverage as outlined in Exhibit 3B for a total premium of \$2,207,395.

3. C) Automobile Physical Damage (Exhibit 3C)

Mr. Tanguay explained that this policy provides collision and comprehensive physical damage on scheduled State-owned vehicles with an ACV value of \$100,000 or more, or leased vehicles where insurance is contractually required. He noted that values decreased approximately \$4 million from last year and the rate remains the same.

A motion was made by Mr. Fontana, seconded by Ms. Donatelli and unanimously

VOTED: To place coverage as outlined in Exhibit 3C for a total premium of \$130,819.

3. D) 960 Main Street, Hartford Downtown Revival (Former G. Fox Building)

Mr. Tanguay noted that approximately 15 years ago the State entered into a lease with Hartford Downtown Revival LLC to lease part of the old G. Fox building that houses the Department of Insurance. The State was contractually required to evidence insurance coverage and some of this coverage was secured through a policy with Downtown Revival LLC. Ms. Cirish has contacted the Department of Administrative Services to obtain a copy of the current lease agreement to see if this coverage is still needed. Ms. Cirish will report back to the Board with an update at the next Board meeting.

4. Any Other Matters to Properly Come Before the Board

There were none.

5. Date and Location of Next Meeting

The Board set the meeting schedule for 2015. The meetings will be held on March 10, June 9, September 8 and December 8, 2015. The meetings will be held at the Board of Regents for Higher Education.

6. Motion to Adjourn

It was moved by Mr. Mahon, seconded by Ms. Donatelli and unanimously

VOTED: The meeting be adjourned. The meeting adjourned at 11:03 A.M.